

TOP SECRET



Director's Meeting

Wednesday, 13 June 1951

Mr. Dulles reported on the discussion of the magnitude paper pointing out that [] had briefed the NSC Committee on guerrilla activities and [] had briefed on the possibility of delaying actions in Europe. He said that the Committee believed that the next step was to get the Director to give them some guidance on his views.

The Director approved of Mr. [] attending the IAC meetings.

The Director stated that he considered it essential that the Korean situation be reviewed by the Board of Estimates.

There was discussion of the buildings situation. It was pointed out that Budget was now stating that it was impracticable to move into [] Building and that we had run into strong political objections to moving the Veterans Administration at the time they are sending out dividend checks. Consequently, Budget will give us the rest of I and J Buildings and the Recreational Services Building containing 260,000 square feet. They are certain that by 1 September Congress will have authorized and appraised \$38,000,000 for our own building and they have promised to help us push the construction of this so that we can get into it by September 1952. The Director approved of letting the [] Building slide and of pushing the campaign for our own building but said that we should continue to keep stressing the security threats to the organization in our dispersed location.

It was reported that [] Saunders and Houston had talked to Assistant Secretary of Defense McNeil concerning our budget. McNeil pointed out that in September a decision will have to be made whether the U.S. curtailing defense production will allow it to proceed. If the latter decision is taken, we will have sufficient material for full mobilization. It will probably be a CIA estimate which will have a major influence in affecting this decision.

The Director approved of preparing a report on MacLean and Burgess to be transmitted to the other agencies.

It was reported that O/PC had been asked to check up on their company in [] which is losing its cover.

The Director asked that a time-check be made on messengers and that a careful check be made on the flow and control of documents to avoid any chance of compromise.

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